Honolulu, Hawaii

H.B. No. 1594 H.D. 2

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1594, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to boost the State's tourism and construction industries by providing a taxpayer constructing or renovating a qualified hotel facility with a nonrefundable income tax credit for certain incurred construction or renovation costs.

The Hawaii Tourism Authority, Wyndham Vacation Ownership, American Resort Development Association, and Subcontractors Association of Hawaii testified in support of this measure. Department of Taxation, Outrigger Hotels Hawaii, Tax Foundation of Hawaii, and Hawaii Regional Council of Carpenters provided comments.

Your Committee has amended this measure by:

- (1)Changing the percentage of construction or renovation costs claimable as a tax credit to an unspecified percentage;
- (2) Changing its effective date to July 1, 2030, to encourage further discussion; and

(3) Making technical, nonsubstantive changes for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1594, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1594, H.D. 2.

Respectfully submitted on behalf of the members of the Committee on Finance,



## State of Hawaii House of Representatives The Twenty-seventh Legislature

HSCR 879-14

## **Record of Votes of the Committee on Finance**

Bill/Resolution No.:  HB 1594, HD1	Committee Referral: TOU, FIN	Date	2/25/2014	
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to:  Pass, unamended (as is) Pass, with amendments (HD)  Hold  Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)	1/			
2. NISHIMOTO, Scott Y. (VC)		G. HINNE fail had street 's a street had a way & HIST the model 1709 Charges	arthur and the Machalla Edy 200 Bayer was and if or an action professional	
3. JOHANSON, Aaron Ling (VC)				
4. CULLEN, Ty J.K.		o o o o o o o o o o o o o o o o o o o		Links Shelling anyon may 2 mynnighty i
5. HASHEM, Mark J.		于"好更想之 <b>用</b> 其"。		
6. ING, Kaniela				Established Western
7. JORDAN, Jo				
8. KOBAYASHI, Bertrand				
9. LOWEN, Nicole E. 10. MORIKAWA, Dee				E E E E E E E
11. ONISHI, Richard H.K.				
12. TAKAYAMA, Gregg				
13. TOKIOKA, James Kunane				
14. WOODSON, Justin H.		e 4. Aura dominina anti-cara de la company d		
15. YAMASHITA, Kyle T.				
16. FUKUMOTO, Beth	. /	V 2 14 14 14 14 14 14 14 14 14 14 14 14 14	STATE OF THE PROPERTY OF THE P	CONTRACTOR OF THE PROPERTY OF
17. WARD, Gene				
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TOTAL (17)	16	/		
The recommendation is:  Adopted Not Adopted  If joint referral, did not support recommendation.  committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				